



OFFICE OF
INSURANCE COMMISSIONER

In the Matter of
**NATIONAL HEALTH
INSURANCE COMPANY,**
An Authorized Insurer.

No. G 2004 - 12

)
)
) ORDER SUSPENDING
CERTIFICATE OF AUTHORITY NO. 1365

To: Charles W. Harris, President
National Health Insurance Company
1901 North State Highway 360
Grand Prairie, Texas 75050

IT IS ORDERED and you are hereby notified that Certificate of Authority No. 1365 issued to National Health Insurance Company to act as an insurer is hereby suspended pursuant to RCW 48.05.130, 48.05.140, and 48.05.150. This Order is effective immediately.

THIS ORDER IS BASED ON THE FOLLOWING:

The Insurance Commissioner of the State of Washington finds that there presently exist conditions precluding National Health Insurance Company from being eligible to hold a Certificate of Authority authorizing it to transact business in this state. Specifically, National Health Insurance Company no longer meets the minimum financial requirements of RCW 48.05.340 to transact insurance in this state. National Health Insurance Company filed its annual statement as of December 31, 2003, reporting combined capital and surplus of (\$941,573), which is less than the required minimum of \$4,800,000.

The Insurance Commissioner of the State of Washington finds the sale, solicitation, or issuance of any new policies by National Health Insurance Company would be hazardous to its policyholders, contractholders, creditors, and the public of this state.

This order does not relieve National Health Insurance Company from any pending or accrued reporting, filing, or fee/tax payment required by Title 48 RCW.

Chapters 48.04 and 34.05 RCW provide National Health Insurance Company the right to demand a hearing on this order.

ENTERED at Olympia, Washington this 25th day of March, 2004.

A handwritten signature in black ink, appearing to read "Michael G. Watson".

Michael G. Watson
Chief Deputy Insurance Commissioner